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SECURITIES AND EXCHANGE COMMISSION

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FORM 10-Q

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92-2241

X Quarterly Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

___ Transition Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

For quarter ended June 30, 1992

Commission Number 0-5030

AMERIBANC INVESTORS GROUP

(Exact name of registrant as specified in its charter)

Maryland	52-0894635
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification Number)
7630 Little River Turnpike, Suite 900, Annandale, Virginia	**22003**
(Address of principal executive offices)	(Zip code)

(703) 658-2720
(Registrant's telephone number, including area code)

Indicate by check mark whether the Registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.
Yes x No___

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Shares of beneficial interest $1.00 par value	6,341,232
(Class)	(Outstanding at August 11, 1992)

PART I - FINANCIAL INFORMATION

Item 1. Financial Statements

In the opinion of management of Ameribanc Investors Group ("Ameribanc"), the accompanying unaudited consolidated financial statements contain all adjustments, consisting of only normal recurring accruals, necessary for a fair presentation of Ameribanc's financial condition as of June 30, 1992 and December 31, 1991, and the results of its operations for the three- and six-month periods ended June 30, 1992 and 1991, and its cash flows for the six-month periods ended June 30, 1992 and 1991.

The accompanying unaudited consolidated financial statements have been prepared pursuant to the rules and regulations of the Securities and Exchange Commission. Certain information and note disclosures normally included in annual financial statements prepared in accordance with generally accepted accounting principles have been condensed or omitted pursuant to those rules and regulations, although Ameribanc's management believes that the disclosures made are adequate to make the information presented not misleading. Reference is made to the detailed financial statement disclosures contained in the notes to consolidated financial statements included in Ameribanc's Annual Report on Form 10-K for the fiscal year ended December 31, 1991.

Throughout this document, Ameribanc's wholly-owned subsidiary, Ameribanc Savings Bank, F.S.B. and its consolidated subsidiaries are referred to as the "Bank."

AMERIBANC INVESTORS GROUP
CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION
(Unaudited)

	As of June 30, 1992	As of December 31, 1991
	(In thousands)	
Assets:		
Cash on hand and in banks	$ 13,751	$ 7,428
Loans and securities held for sale, net	168,325	142,834
Investment securities (market value of $67,448 and $64,277, respectively)	66,613	63,050
Federal Home Loan Bank stock, at cost	10,270	7,480
Loans receivable, net	678,952	758,334
Mortgage-backed securities, net (market value of $28,847 and $30,564, respectively)	28,996	30,742
Investments in and advances to real estate joint ventures	5,278	5,260
Property held for and under development, net	21,022	16,966
Foreclosed property, net	105,257	81,169
Operating real estate properties	9,191	10,181
Premises and equipment, net	16,551	16,510
Accrued interest receivable	6,026	7,087
Other assets	26,631	22,943
Excess of purchase price over fair value of net assets acquired	15,725	17,120
Total Assets	$1,172,588	$1,187,104
Liabilities:		
Deposits	$ 866,099	$ 905,402
Advances from Federal Home Loan Bank of Atlanta	180,200	149,600
Securities sold under agreements to repurchase and other borrowings	63,352	70,178
Mortgage bonds payable on operating property	5,000	5,000
Borrowers' escrow deposits	4,613	2,734
Accrued interest payable	827	1,456
Other liabilities	12,791	12,048
Total Liabilities	1,132,882	1,146,418
Shareholders' Investment:		
6% Cumulative convertible redeemable preferred stock, $21 par value; unlimited shares authorized, 18,808 shares issued and outstanding	365	365
Shares of beneficial interest, $1 par value; unlimited shares authorized, 6,341,232 shares issued and outstanding	6,341	6,341
Additional paid-in surplus	42,526	42,526
Accumulated deficit	(9,526)	(8,546)
Total Shareholders' Investment	39,706	40,686
Total Liabilities and Shareholders' Investment	$1,172,588	$1,187,104

AMERIBANC INVESTORS GROUP
CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited)

	For the Three Months Ended June 30,		For the Six Months Ended June 30,	
	1992	1991	1992	1991
	(In thousands except per share data)			
Interest Revenue:				
Real estate mortgage loans and mortgage-backed securities	$17,851	$ 20,110	$36,336	$ 40,503
Real estate construction loans	1,210	2,590	3,440	5,658
Other loans	575	835	1,185	1,676
Investments	974	1,618	1,936	2,917
Total Interest Revenue	20,610	25,153	42,897	50,754
Interest Expense:				
Deposits	10,963	16,882	23,309	34,585
Borrowings	3,117	3,581	6,366	7,078
Total Interest Expense	14,080	20,463	29,675	41,663
Net interest revenue	6,530	4,690	13,222	9,091
Provision for loan losses	388	12,193	8,389	13,759
Net Interest Revenue after Provision for Loan Losses	6,142	(7,503)	4,833	(4,668)
Other Revenue:				
Loan servicing fees	927	1,030	1,823	2,040
Service charges and other loan fees	966	896	1,934	1,661
Income (loss) from real estate joint ventures	22	(280)	55	(334)
Income from operating real estate properties	85	111	99	139
Gain on sale of loan servicing, net	3,201	3,420	3,264	3,420
Gain on sale of loans receivable	502	971	531	1,845
Gain on sale of real estate	1,574	–	1,674	–
Other	72	8	160	46
Total Other Revenue	7,349	6,156	9,540	8,817
Other Expense:				
Compensation and benefits	2,831	3,157	5,693	6,744
Occupancy	648	739	1,361	1,482
Furniture, fixtures and equipment	691	909	1,421	1,787
Deposit insurance premiums	509	554	1,026	1,109
Professional fees	209	120	428	250
Foreclosed property	1,574	4,410	2,097	4,855
Amortization of excess of purchase price over fair value of net assets acquired	402	413	811	826
Other	1,292	1,215	2,819	2,631
Total Other Expense	8,156	11,517	15,656	19,684
Income (loss) before provision (benefit) for taxes	5,335	(12,864)	(1,283)	(15,535)
Provision (benefit) for taxes	323	(4,445)	(315)	(5,202)
Net Income (Loss)	$ 5,012	$ (8,419)	$ (968)	$(10,333)
Earnings (Loss) Per Share	$0.79	$(1.33)	$(0.15)	$(1.63)

AMERIBANC INVESTORS GROUP
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)

	For the Six Months Ended June 30,	
	1992	1991
	(In thousands)	
Cash flows from operating activities:		
Net loss	$ (968)	$ (10,333)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities:		
Depreciation and amortization	1,169	1,422
Provision for deferred income taxes	622	(526)
Provision for losses	9,462	17,938
Amortization of purchase accounting adjustments	1,764	1,197
Accretion of loan fees	(1,302)	(986)
Deferred loan origination costs	(2,028)	(1,420)
Amortization of excess servicing rights	471	389
Interest funded through loan draws	(203)	(816)
Loss (gain) on sales of:		
Real estate	(1,674)	--
Loans and mortgage-backed securities	(531)	(1,845)
Loan servicing rights	(3,264)	(3,420)
Net (increase) decrease in:		
Accrued interest receivable	1,061	200
Other assets	(5,161)	(5,856)
Net (increase) decrease in:		
Accrued interest payable	(629)	(208)
Other liabilities	743	1,007
Collection of loan origination fees	5,181	4,934
Disbursements for origination of loans held for sale	(130,811)	(137,476)
Proceeds from sale of:		
Loans held for sale	18,725	54,194
Mortgage-backed securities held for sale	151,500	48,059
Net cash provided by (used in) operating activities	44,127	(33,546)
Cash flows from investing activities:		
Net change in short-term investments	(7,949)	(232)
Purchase of investment securities	(3,614)	(7,468)
Proceeds from maturities of investment securities	8,000	10,000
Net (increase) decrease in Federal Home Loan Bank stock	(2,790)	2,619
Disbursements for:		
Loan originations	(141,194)	(110,636)
Loan purchases	(17,803)	(22,777)
Principal repayments of loans receivable	65,450	52,911
Principal repayments of mortgage-backed securities	4,926	7,536
Proceeds from sale of:		
Loans receivable	75,239	109,748
Loan servicing rights	4,402	3,420
Property held for and under development	203	--
Foreclosed property	7,926	234
Net purchases of premises and equipment	(438)	(1,165)
Disbursements for:		
Property held for and under development	(4,119)	(2,806)
Foreclosed property	(4,959)	(1,006)
Other, net	(7,422)	(136)
Net cash provided by (used in) investing activities	(24,142)	40,242

AMERIBANC INVESTORS GROUP
CONSOLIDATED STATEMENTS OF CASH FLOWS - Continued
(Unaudited)

	For the Six Months Ended June 30,	
	1992	1991
	(In thousands)	
Cash flows from financing activities:		
Net change in deposits	$ (39,303)	$ (13,399)
Advances from FHLB of Atlanta	373,508	90,400
Repayment of advances from FHLB of Atlanta	(342,908)	(101,100)
Net change in securities sold under agreements to repurchase and other borrowings	(6,826)	14,340
Change in borrowers' escrow deposits	1,879	1,328
Cash dividends	(12)	(12)
Net cash used in financing activities	(13,662)	(8,443)
Net change in cash on hand and in banks	6,323	(1,747)
Cash on hand and in banks, beginning of period	7,428	10,473
Cash on hand and in banks, end of period	$ 13,751	$ 8,726
Supplemental Disclosure of Cash Flow Information:		
Cash paid during the year for:		
Interest expense (net of amounts capitalized)	$ 30,304	$ 41,870
Income taxes	--	--
Noncash investing activities:		
Additions to:		
Foreclosed property	38,427	39,300
Loan originations from sale of foreclosed property	8,706	8,673
Mortgage-backed securities from the securitization of loans	180,186	110,464

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

Second Quarter Results

Ameribanc reported net income of $5.0 million ($0.79 per share) for the quarter ended June 30, 1992 compared to a loss of $8.4 million ($1.33 per share) for the year earlier quarter. In addition to pretax earnings from operations, second quarter earnings included gains on sales of: loan servicing rights of $3.2 million, real estate of $1.6 million and residential mortgage loans of $0.5 million. Also recorded in the second quarter was $1.5 million in provisions for loan losses and writedowns of troubled assets. These items were anticipated in the revised capital restoration plan (the "Revised Plan" -- see page 9). The second quarter profit offset a substantial portion of the first quarter loss, lowering the year-to-date loss to $1.0 million ($0.15 per share) compared to a loss of $10.3 million ($1.63 per share) for the first six months of 1991. The 1992 year-to-date loss is primarily the result of writedowns of foreclosed property and general reserve provisions totaling $9.5 million, most of which occurred in the first quarter. Similar writedowns for the first two quarters of 1991 totaled $17.6 million.

Operating income continues to improve, increasing during the quarter to $1.9 million from $1.7 million in the first quarter of 1992 and a loss of $0.5 million in the second quarter of 1991. Operating income is defined for this purpose as pretax income adjusted for certain items which do not regularly occur such as significant asset writedowns, gains and losses on the sale of assets, and gains on the sale of loan servicing rights; and income and expense from activities which are not directly related to Ameribanc's primary operations. The improvement is due largely to the favorable interest rate environment, control of operating expenses and a program to increase fee income. To protect Ameribanc if short-term interest rates rise, management continues to extend the terms of the Bank's borrowings. Anticipated future declines in the level of nonearning assets will also have a favorable impact on core earnings.

Net Interest Income

A rate-volume analysis of the change in net interest revenue and a net interest earnings analysis comparing the three- and six-month periods ended June 30, 1992 and 1991 (for Ameribanc Savings Bank only) are presented below. The decline in market interest rates has resulted in an improvement in the interest margin to 2.78% from 1.70% for the three-month periods and to 2.73% from 1.68% for the six-month periods ended June 30, 1992 and 1991. This more favorable interest rate environment resulted in increased net interest revenue of $3.2 million and $6.3 million for the three- and six-month periods, respectively. Additionally, Ameribanc's interest rate risk, as measured by the negative one-year cumulative gap, has improved to 14% as of June 30, 1992 from 17% as of December 31, 1991. The gap position is the ratio of interest sensitive assets to interest sensitive liabilities within specified time frames. This improvement puts Ameribanc in a better position to maintain the interest margin in the event of changes in market interest rates.

Rate/Volume Analysis

	For the Three Months Ended June 30, 1992 vs. 1991			For the Six Months Ended June 30, 1992 vs. 1991		
	Volume	Rate	Net	Volume	Rate	Net
	(In thousands)					
Interest-earning assets						
Residential permanent	$ 875	$(1,089)	$ (214)	$ 1,389	$(2,269)	$ (880)
Commercial permanent	(361)	(222)	(583)	(601)	(600)	(1,201)
Construction	(1,516)	136	(1,380)	(2,917)	699	(2,218)
Other loans	(135)	(126)	(261)	(237)	(254)	(491)
Mortgage-backed securities	(1,260)	(183)	(1,443)	(1,465)	(571)	(2,036)
Investments	(526)	(120)	(646)	(725)	(257)	(982)
Total interest revenue	(2,923)	(1,604)	(4,527)	(4,556)	(3,252)	(7,808)
Interest-bearing liabilities						
Certificates of Deposit:						
Regular	(1,914)	(2,578)	(4,492)	(3,152)	(4,810)	(7,962)
Jumbo	(346)	(463)	(809)	(1,171)	(909)	(2,080)
Transaction accounts	320	(942)	(622)	675	(1,914)	(1,239)
Borrowings	307	(819)	(512)	1,256	(1,967)	(711)
Total interest expense	(1,633)	(4,802)	(6,435)	(2,392)	(9,600)	(11,992)
Change in net interest revenue	$(1,290)	$ 3,198	$ 1,908	$(2,164)	$ 6,348	$ 4,184

Net Interest Earnings Analysis
($ in thousands)

	For the Three Months Ended					
	June 30, 1992			June 30, 1991		
	Avg. Bal.	Interest	Yld/Rate	Avg. Bal.	Interest	Yld/Rate
Interest-earning assets:						
Residential permanent (1)(2)	$ 551,301	$12,187	8.84 %	$ 513,227	$12,401	9.67 %
Commercial permanent (1)	178,310	4,089	9.17	193,537	4,672	9.66
Construction (1)	60,330	1,210	8.02	143,852	2,590	7.20
Other loans (1)	25,879	576	8.90	31,306	837	10.66
Mortgage-backed securities (3)	83,666	1,571	7.51	145,090	3,014	8.31
Investments	56,723	972	6.85	84,808	1,618	7.63
Total	956,199	20,605	8.62	1,111,910	25,132	9.04
Noninterest-earning assets	206,408			138,581		
Total assets	$1,162,607			$1,250,491		
Interest-bearing liabilities:						
Certificates of deposit:						
Regular	$ 543,499	8,330	6.12	$ 655,334	12,812	7.76
Jumbo	57,417	639	4.45	82,334	1,448	6.98
Transaction accounts (1)	264,389	2,018	3.05	226,650	2,640	4.62
Borrowings	238,038	2,994	5.03	215,268	3,506	6.46
Total	1,103,343	13,971	5.06	1,179,586	20,406	6.86
Noninterest-bearing liabilities	24,644			24,887		
Total liabilities	1,127,987			1,204,473		
Shareholder's investment	34,620			46,018		
Total liabilities and shareholder's investment	$1,162,607			$1,250,491		
Net interest income		$ 6,634			$ 4,726	
Net interest spread			3.56 %			2.18 %
Net interest margin			3.78 %			1.70 %
Interest-earning/bearing (3)			83.84 %			89.62 %

(1) Includes noninterest loans and noninterest-bearing deposits.
(2) Includes loans or mortgage-backed securities held for sale.
(3) Excluded noninterest loans and noninterest-bearing deposits.

Net Interest Earnings Analysis
(3 in thousands)

	For the Six Months Ended					
	June 30, 1992			June 30, 1991		
	Avg. Bal.	Interest	Yld/Rate	Avg. Bal.	Interest	Yld/Rate
Interest-earning assets:						
Residential permanent (1)(2)	$ 539,309	$24,126	8.95 %	$ 509,325	$25,006	9.82 %
Commercial permanent (1)	179,948	8,309	9.23	192,524	9,510	9.88
Construction (1)	77,382	3,440	8.89	154,600	5,658	7.32
Other loans (1)	26,528	1,185	8.93	31,373	1,676	10.68
Mortgage-backed securities (2)	105,714	3,896	7.37	141,966	5,932	8.36
Investments	54,872	1,935	7.05	73,728	2,917	7.91
Total	983,753	42,891	8.72	1,103,516	50,699	9.19
Noninterest-earning assets	194,439			132,344		
Total assets	$1,178,192			$1,235,860		
Interest-bearing liabilities:						
Certificates of deposit:						
Regular	$ 565,654	18,014	6.37	$ 655,926	25,976	7.99
Jumbo	51,507	1,207	4.69	89,326	3,287	7.42
Transaction accounts (1)	258,029	4,119	3.19	220,116	5,358	4.91
Borrowings	244,701	6,118	5.00	199,938	6,829	6.89
Total	1,119,891	29,458	5.24	1,165,306	41,450	7.17
Noninterest-bearing liabilities	21,829			23,669		
Total liabilities	1,141,720			1,188,975		
Shareholders' investment	36,472			46,885		
Total liabilities and shareholders's investment	$1,178,192			$1,235,860		
Net interest income		$13,433			$ 9,249	
Net interest spread			3.48 %			2.02 %
Net interest margin			2.73 %			1.68 %
Interest-earning/bearing (3)			85.08 %			89.77 %

(1) Includes noninterest loans and noninterest-bearing deposits.
(2) Includes loans or mortgage-backed securities held for sale.
(3) Excluded noninterest loans and noninterest-bearing deposits.

Equity Offering
On July 21, 1992, Ameribanc filed a registration statement with the Securities and Exchange Commission (the "SEC") for the issuance of transferable subscription rights to existing shareholders for the purchase of up to 25,364,928 additional shares.* Any shares not sold pursuant to the rights offering are to be made available to the public. The offering will be contingent upon receiving subscriptions for a minimum of 75% of the shares offered.

The net proceeds of the offering would be substantially downstreamed to the Bank in accordance with the Revised Plan to achieve compliance with regulatory capital requirements. The consummation of the minimum offering by September 30, 1992, would enable the Bank to exceed the interim capital requirements contained in the Capital Directive, which calls for compliance with the tangible capital requirement and a 4.0% core capital requirement by that date. The timing of the offering is contingent upon the completion of the SEC's review of the registration statement, although management is hopeful that the offering can be commenced by the end of the third quarter. It is not clear what action, if any, the OTS would take if the Bank does not meet the interim capital requirements on September 30, 1992.

Regulatory Capital
As a result of the unanticipated losses in the first quarter, management filed the Revised Plan with the Office of Thrift Supervision (the "OTS") in June 1992. The Revised Plan was accepted by the OTS in July 1992 including a provision that the Bank attain a core capital ratio of 4.0% by September 30, 1992. A summary of the capital position of the Bank at June 30, 1992, and a comparison to the interim targets in the Revised Plan are presented below.

	Regulatory Requirement	Actual	Interim Plan Target
		($ In millions)	
Tangible	$17.1	$14.0	$13.7
	1.50 %	1.23 %	1.20 %
Core	$45.8	$29.2	$28.9
	4.00 %	2.55 %	2.52 %
Risk-based	$66.8	$41.6	$42.0
	7.20 %	4.48 %	4.31 %

Asset Quality
Nonearning assets decreased to $152.7 million at June 30, 1992 from $164.6 million at March 31, 1992. The decrease during the quarter was due to the sale of several parcels of residential real estate and signals continued improvement in this portion of Ameribanc's portfolio. As of June 30, 1992, the total exposure to nonearning residential foreclosed property and loans including land and developed lots totaled $53.4 million, of which $18.4 million of the foreclosed property, or 35%, was under contract for sale. These sales will be consummated in the coming quarters as builders take down lots for the construction of new homes. The commercial real estate market, as expected, has shown little significant improvement.

The following chart provides additional information regarding the composition of the Bank's loan-related risk elements.

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* This quarterly report on Form 10-Q shall not constitute an offer to sell or the solicitation of an offer to buy these securities. A registration statement relating to the planned issuance has been filed with the SEC but has not yet become effective. These securities may not be sold nor may offers to buy be accepted prior to the time the registration statement becomes effective.

The following chart provides additional information regarding the composition of the Bank's loan-related risk elements.

Loan-Related Risk Elements

	June 30, 1992	March 31, 1992	December 31, 1991	June 30, 1991
	($ In thousands)			
Nonaccrual loans, net (1)	$ 46,968	$ 51,340	$ 49,052	$ 67,230
Foreclosed property	105,850	113,297	82,762	67,143
Total nonearning assets	152,818	164,637	131,814	134,373
Accruing loans greater than 90 days past due	3,356	2,516	3,459	14,412
Restructured loans, net	27,157	30,291	66,809	51,136
Total loan-related risk elements	$183,331	$197,444	$202,082	$199,921
Percentage of total assets	15.6 %	16.8 %	17.0 %	16.6 %

(1) Includes restructured loans that are nonaccrual.

A breakdown of loan-related risk elements by property type as of June 30, 1992 follows.

	Nonaccrual Loans			Foreclosed	> 90 Days	Restr.	Total Risk	Total	Percent of Risk
	Const.	Comm'l	Res.	Property	Past Due	Loans	Elements	Loan/REO Portfolio	Elements to Total
	($ In thousands)								
Land development	$15,532	$ --	$ --	$ 34,949	$ 711	$ 6,169	$ 57,361	$ 66,520	86.2%
R & D warehouse	2,066	--	--	20,405	--	2,665	25,136	46,606	53.9
Residential	--	1,294	8,114	18,941	1,583	6,319	36,251	483,607	7.5
Office building	2,596	1,976	--	20,785	--	5,566	30,923	67,630	45.7
Hotel/motel	--	3,527	--	4,084	--	3,546	11,157	32,735	34.1
Shopping center	--	1,871	--	6,686	--	515	9,072	44,173	20.5
Assisted care facilities	--	8,592	--	--	--	--	8,592	8,592	100.0
Other	1,400	--	--	--	1,062	2,377	4,839	55,549	8.7
	$21,594	$17,260	$8,114	$105,850	$3,356	$27,157	$183,331	$805,412	22.8%

Foregone interest income on nonaccrual and restructured loans and on foreclosed property totaled $4.6 million for the second quarter of 1992 bringing the year-to-date total to $8.4 million. Foregone interest for the first six months of 1991 was $9.6 million.

An analysis of the changes in the reserves for losses is presented below.

Analysis of Reserves for Losses

	Loans	Property Held For and Under Development	Foreclosed Property	Total
		(In thousands)		
Balance, December 31, 1991	$16,532	$ 605	$ 1,593	$ 18,730
Charge-offs	(8,820)	(609)	(800)	(10,229)
Recoveries	630	--	--	630
Net charge-offs	(8,190)	(609)	(800)	(9,599)
Provision	8,001	4	--	8,005
Balance, March 31, 1992	16,343	--	793	17,136
Charge-offs	(593)	--	(1,270)	(1,863)
Recoveries	249	--	--	249
Net charge-offs	(344)	--	(1,270)	(1,614)
Provision	388	--	1,070	1,458
Balance June 30, 1992	$16,387	$ --	$ 593	$ 16,980

Mortgage Banking Activity

The volume of mortgage loan originations resulting from home sales remained relatively constant between the first and second quarters of 1992. The level of homeowner refinancings, however, slowed considerably in the Spring reflecting the higher interest rates during April and May. During the second quarter, Ameribanc originated and sold approximately $130 million of mortgage loans. Management expects the residential market to improve in the third quarter as a result of recent significant declines in mortgage interest rates.

During the quarter, $225 million of loan servicing rights were sold resulting in a pretax gain of $3.2 million. Similar annual bulk sales of servicing rights are included in the Revised Plan. The portfolio of loans serviced for others is continually replenished with new loans originated and subsequently sold through whole loan sales and securitizations, and is expected to reach $870 million by yearend 1992, up from $798 million as of June 30, 1992. Loan servicing fees for the second half of 1992 are expected to be reduced by approximately $400,000 due to the net impact of the servicing sale and additions to the servicing portfolio.

Interest income earned on the residential mortgage loan and mortgage-backed securities portfolio decreased $1.7 million in the current quarter compared to the year earlier period. The majority of the decrease relates to a negative rate variance resulting from a lower level of interest rates, high prepayment rates and the restructuring of the fixed-rate mortgage-backed securities portfolio which occured around yearend 1991.

Retail Banking Activity

Total deposits remained relatively flat during the quarter; however, the decline in long-term time deposits continued as investors continue to seek higher yields elsewhere. These funds were replaced with short-term time deposits and transaction accounts. Total deposits decreased $39 million from year end 1991 as a result of the sale of two branches and investors seeking higher yields on debt and equity investments. Management has been actively repricing the Bank's deposit products downward, mirroring the decline in overall market interest rates. This strategy, which was begun in the latter part of 1991, continues to have a positive impact on earnings.

As indicated on the Rate/Volume Analysis above, interest expense on certificates of deposit decreased $5.3 million between the second quarter of 1991 and 1992 due to the lower interest rate environment and the withdrawal of funds for alternative investment vehicles. The decrease in certificate accounts was offset by increases in transaction accounts and borrowings. However, because of the lower rate environment and aggressive pricing strategies, total interest expense relating to these two items still decreased by $1.1 million between the second quarter of 1991 and 1992.

PART II - OTHER INFORMATION

Item 6. Exhibits and Reports on Form 8-K.

a. Exhibits

Attached as Exhibit 11 is the Statement of Computation of Earnings per Share for the six months ended June 30, 1992.

b. Reports on Form 8-K

Reports on Form 8-K filed during the second quarter of 1992 through the date of this report are set forth below.

On July 20, 1992, Ameribanc announced earnings for the quarter ended June 30, 1992.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

REGISTRANT: Ameribanc Investors Group

/s/ John J. Houseman
John J. Houseman
Chief Executive Officer

/s/ David W. Campbell
David W. Campbell
Executive Vice President

/s/ Richard T. Carter
Richard T. Carter
Chief Financial Officer

August 12, 1992

EXHIBIT 11

AMERIBANC INVESTORS GROUP
Statement of the Computation of
Earnings per Share
For the Nine Months Ended June 30, 1992
(Unaudited)

Adjusted Net Loss:		
Net loss		$(967,998)
Dividends on preferred stock		(11,850)
Total adjusted loss	(I)	$(979,848)
Total adjusted shares outstanding	(II)	6,341,232
Loss per share (I divided by II)		$(0.15)